(b) to (d) Pan Masala contains betelnut and any one or more of the following ingredients, namely, lime, katha (catechu) and tobacco, and/or cardamom, copra, menthol, etc. The so called Mouth Freshner generally contains dry dates (chhuara), betelnut, catechu, lime, flavouring material and/or any other ingredients, namely, sugar, cocoa, mulethi, menthol cardomom, saunf, etc. Chapter Note 3 of Chapter 21 of the Central Excise Tariff lays down that "Pan Masala" means any preparation containing betelnuts and any one or more of the following ingredients, namely, lime katha (catechu) and tobacco, whether or not containing any other ingredients, such as cardomom, copra and menthol. All products conforming to the above mentioned definition of "Pan Masala" would be classifiable under sub-heading No. 2106.00 irrespective of the proportion or percentage of different ingredients. Thus, a product conforiming to the said definition, whether described as Pan Masala or Mouth Freshner, would be classified as "Pas Masala" under subheading No. 2106.00 of the Central Excise Tariff.

(e) Does not arise in view of (b) to (d) above.

Steps to improve bedgcting aixl fiscal Managemem system

4493. SHRI RAJUBHAI A. PARMAR: SHRIMATI VEENA VERMA: Will the Minister of FINANCE be pleased to state:

(a) whether poor budgeting and financial mismanagement by most of the Governments have for years been responsible for the sharp decline in growth rate;

(b) if so, the percentage of overspending or savings by Government departments, over the intial estimates of expenditure during each year since 1995-96 in respect of planned and non-planed expenditure separtely; and

(c) what spescific steps have been and are being taken by Government to improve the budgeting and fiscal management system?

THE MINISTER OF FINANCE (SHRI YASHWANT SINHA): (a) to (c) After achieving an average growth rate of 7.5 percent per annum in terms of real Gross Domestic Product (GDP) during 1994-95 to 1996-97 the growth rate decelerated to 5 percent in 1997-98. The deceleration in the growth rate is maintly due to a fail of agricultural value added by 2 percent in 1997-98 and a sharp slowdown in industrial growth.

There is no quantifiable direct relationship between Government expenditure and the growth rate of Gross Domestic Product, The following table below shows the variation between Budget Estimates & Revised Estimate of Plan and Non-Plan expenditure during the years 1995-96 to 1997-98. The improvement in budgeting and fiscal expenditure management is a continuing excercise.

(Rs Crore)

	Budget Estimates			Revised Estimates			/o	Actual			%
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	increase in RE over B.E.	Plan	Non-Plan	Total	increase in: actuals over B.E.
1995-96	48500	123652	172152	48684	134320	183004	6.30	46374	131901	178275	3.56
1996-97	54685	149975	204660	54894	147404	202298	-1.15	53534	147473	201007	-1.78
1997-98	62852	169324	232176	60630	174615	235245	1.32	*	*	*	

*Under compilation.

The department-wise details of the Budget Estimates and Revised Estimates of expenditure and variation between them have been given in Statement No. 2 of Expenditure Budget Vol. 1 for Budget 1996-97 and Budget 1997-98.